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405 Emminga Road • P.O. Box 217 • Golden, IL 62339 • Phone: 217-696-4411 • Fax: 217-696-4811

www.adams.net

October 21, 2013

Ms. Marlene Dortch
Secretary
Federal Communications Commission
445 12th Street, SW
Washington, D.C. 20554

REF: FCC Form 481

Dear Ms. Dortch:

In compliance with the requirements of FCC Form 481, Adams Telephone Co-Operative is submitting a copy to the Federal Communications Commission of FCC Form 481 and attachments filed electronically with USAC for Adams Telephone Co-Operative. Please let me know if you have any questions related to this submission that is being submitted to the Commission.

Sincerely,
ADAMS TELEPHONE CO-OPERATIVE

Robert L. Hutter

Robert L. Hutter
Controller

Enclosures

No. of Copies rec'd 0
List ABCDE

**FCC Form 481 - Carrier Annual Reporting
Data Collection Form**

 FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010> Study Area Code 340976

<015> Study Area Name ADAMS TEL COOP

<020> Program Year 2014

<030> Contact Name: Person USAC should contact with questions about this data Robert Hutter

<035> Contact Telephone Number: 217-696-4411
Number of the person identified in data line <030>

<039> Contact Email Address: roberthutter@adams.net
Email of the person identified in data line <030>

 Received & Inspected
OCT 24 2013
FCC Mail Room

ANNUAL REPORTING FOR ALL CARRIERS		54.313 Completion Required	54.422 Completion Required
<100> Service Quality Improvement Reporting	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<200> Outage Reporting (voice)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<210> <input checked="" type="checkbox"/> <-- check box if no outages to report		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<300> Unfulfilled Service Requests (voice)		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<310> Detail on Attempts (voice)	(attach descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<320> Unfulfilled Service Requests (broadband)		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<330> Detail on Attempts (broadband)	(attach descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<400> Number of Complaints per 1,000 customers (voice)		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<410> Fixed 0.0		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<420> Mobile 0.0		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<430> Number of Complaints per 1,000 customers (broadband)		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<440> Fixed 0.0		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<450> Mobile 0.0		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<500> Service Quality Standards & Consumer Protection Rules Compliance	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<510> 34097611510	(attached descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<600> Functionality in Emergency Situations	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<610> 34097611610	(attached descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<700> Company Price Offerings (voice)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<710> Company Price Offerings (broadband)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<800> Operating Companies and Affiliates	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<900> Tribal Land Offerings (Y/N)? <input type="radio"/> <input checked="" type="radio"/>	(if yes, complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1000> Voice Services Rate Comparability	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1010> <input type="radio"/> <input checked="" type="radio"/>	(attach descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1100> Terrestrial Backhaul (Y/N)? <input checked="" type="radio"/> <input type="radio"/>	(if not, check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1110> <input type="radio"/> <input checked="" type="radio"/>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1200> Terms and Condition for Lifeline Customers	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Price Cap Carriers, Proceed to Price Cap Additional Documentation Worksheet

Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers

<2000> ☐ ☒

<2005> ☐ ☒

Rate of Return Carriers, Proceed to ROR Additional Documentation Worksheet

<3000> ☐ ☒

<3005> ☐ ☒

**(100) Service Quality Improvement Reporting
Data Collection Form**

 FCC Form 481
 OMB Control No. 3060-0986/OMB Control No. 3060-0819
 July 2013

<010>	Study Area Code	340976
<015>	Study Area Name	ADAMS TEL COOP
<020>	Program Year	2014
<030>	Contact Name - Person USAC should contact regarding this data	Robert Hutter
<035>	Contact Telephone Number - Number of person identified in data line <030>	217-696-4411
<039>	Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net
<110>	Has your company received its ETC certification from the FCC?	(yes / no) <input type="radio"/> (yes) <input checked="" type="radio"/> (no) <input type="radio"/>
<111>	If your answer to Line <110> is yes, do you have an existing §54.202(a) "5 year plan" filed with the FCC?	(yes / no) <input type="radio"/> (yes) <input type="radio"/> (no) <input type="radio"/>

If your answer to Line <111> is yes, then you are required to file a progress report, on line <112> delineating the status of your company's existing § 54.202(a) "5 year plan" on file with the FCC, as it relates to your provision of voice telephony service.

<112> Attach Five-Year Service Quality Improvement Plan or, in subsequent years, your annual progress report filed pursuant to 47 C.F.R. § 54.313(a)(1). If your company is a CETC which only receives frozen support, your progress report is only required to address voice telephony service.

Name of Attached Document (.pdf)

Please check these boxes below to confirm that the attached PDF, on line 112, contains a progress report on its five-year service quality improvement plan pursuant to § 54.202(a). The information shall be submitted at the wire center level or census block as appropriate.

<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

- <113> Maps detailing progress towards meeting plan targets
- <114> Report how much universal service (USF) support was received
- <115> How (USF) was used to improve service quality
- <116> How (USF) was used to improve service coverage
- <117> How (USF) was used to improve service capacity
- <118> Provide an explanation of network improvement targets not met in the prior calendar year.

FCC Form 481
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[illegible]

[illegible]

OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<03> Contact Email Address - Email Address of person identified in data line <030>
roberthutter@adams.net

1

[illegible]

**(800) Operating Companies
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	340976
<015>	Study Area Name	ADAMS TEL COOP
<020>	Program Year	2014
<030>	Contact Name - Person USAC should contact regarding this data	Robert Hutter
<035>	Contact Telephone Number - Number of person identified in data line <030>	217-696-4411
<039>	Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net
<810>	Reporting Carrier	Adams Telephone Co-Operative
<811>	Holding Company	Adams Telephone Co-Operative
<812>	Operating Company	Adams Telephone Co-Operative

<813>

<a1>

Affiliates

<a2>

SAC

<a3>

Doing Business As Company or Brand Designation

-- See attached worksheet --

**(900) Tribal Lands Reporting
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819

July 2013

<010>	Study Area Code	340976
<015>	Study Area Name	ADAMS TEL COOP
<020>	Program Year	2014
<030>	Contact Name - Person USAC should contact regarding this data	Robert Hutter
<035>	Contact Telephone Number - Number of person identified in data line <030>	217-696-4411
<039>	Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net

<910> Tribal Land(s) on which ETC Serves

<920> Tribal Government Engagement Obligation

If your company serves Tribal lands, please select (Yes, No, NA) for each of these boxes to confirm the status described on the attached PDF, on line 920, demonstrates coordination with the Tribal government pursuant to § 54.313(a)(9) includes:

Select (Yes, No, NA)	
	<921> Needs assessment and deployment planning with a focus on Tribal community anchor institutions;
	<922> Feasibility and sustainability planning;
	<923> Marketing services in a culturally sensitive manner;
	<924> Compliance with Rights of way processes
	<925> Compliance with Land Use permitting requirements
	<926> Compliance with Facilities Siting rules
	<927> Compliance with Environmental Review processes
	<928> Compliance with Cultural Preservation review processes
	<929> Compliance with Tribal Business and Licensing requirements.

Name of Attached Document (.pdf)

**(1100) No Terrestrial Backhaul Reporting
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	340976
<015>	Study Area Name	ADAMS TEL COOP
<020>	Program Year	2014
<030>	Contact Name - Person USAC should contact regarding this data	Robert Hutter
<035>	Contact Telephone Number - Number of person identified in data line <030>	217-696-4411
<039>	Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net

Please check this box to confirm no terrestrial backhaul options exist within the supported area pursuant to § 54.313(G) ☐

Please check this box to confirm the reporting carrier offers broadband service of at least 1 Mbps downstream and 256 kbps upstream within the supported area pursuant to § 54.313(G) ☐

(1200) Terms and Condition for Lifeline Customers**Lifeline****Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	340976
<015>	Study Area Name	ADAMS TEL COOP
<020>	Program Year	2014
<030>	Contact Name - Person USAC should contact regarding this data	Robert Hutter
<035>	Contact Telephone Number - Number of person identified in data line <030>	217-696-4411
<039>	Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

340976111210

Name of attached document (.pdf)

<1220> Link to Public Website

HTTP

"Please check these boxes below to confirm that the attached PDF, on line 1210, or the website listed, on line 1220, contains the required information pursuant to § 54.422(a)(2) annual reporting for ETCs receiving low-income support, carriers must annually report:

<1221> Information describing the terms and conditions of any voice telephony service plans offered to Lifeline subscribers, ☒

<1222> Details on the number of minutes provided as part of the plan, ☒

<1223> Additional charges for toll calls, and rates for each such plan. ☒

(2000) Price Cap Carrier Additional Documentation
Data Collection Form

Including Rate-of Return Carriers affiliated with Price Cap Local Exchange Carriers

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819
 July 2013

<010>	Study Area Code	340976
<015>	Study Area Name	ADAMS TEL COOP
<020>	Program Year	2014
<030>	Contact Name - Person USAC should contact regarding this data	Robert Hutter
<035>	Contact Telephone Number - Number of person identified in data line <030>	217-696-4411
<039>	Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net

CHECK the boxes below to note compliance as a recipient of Incremental Connect America Phase I support, frozen High Cost support, High Cost support to offset access charge reductions, and Connect America Phase II support as set forth in 47 CFR § 54.313(b)(c),(d),(e) the information reported on this form and in the documents attached below is accurate.

<2010>	Incremental Connect America Phase I reporting	
<2011>	2nd Year Certification (47 CFR § 54.313(b)(1))	
	3rd Year Certification (47 CFR § 54.313(b)(2))	
<2012>	Price Cap Carrier Receiving Frozen Support Certification (47 CFR § 54.312(a))	
<2013>	2013 Frozen Support Certification	
<2014>	2014 Frozen Support Certification	
<2015>	2015 Frozen Support Certification	
	2016 and future Frozen Support Certification	
<2016>	Price Cap Carrier Connect America ICC Support (47 CFR § 54.313(d))	
	Certification Support Used to Build Broadband	
<2017>	Connect America Phase II Reporting (47 CFR § 54.313(e))	
<2018>	3rd year Broadband Service Certification	
<2019>	5th year Broadband Service Certification	
<2020>	Interim Progress Certification	
	Please check the box to confirm that the attached PDF, on line 2021, contains the required information pursuant to § 54.313 (e)(3)(iii), as a recipient of CAF Phase II support shall provide the number, names, and addresses of community anchor institutions to which began providing access to broadband service in the preceding calendar year.	
<2021>	Interim Progress Community Anchor Institutions	
	Name of Attached Document Listing Required Information	

(3000) Rate Of Return Carrier Additional Documentation		FCC Form 481	
Data Collection Form		OMB Control No. 3060-0986/OMB Control No. 3060-0619	
		July 2013	

<010> Study Area Code	340976
<015> Study Area Name	ADAMS TEL COOP
<020> Program Year	2014
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<035> Contact Telephone Number - Number of person identified in data line <030>	217-696-4411
<039> Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net

CHECK the boxes below to note compliance on its five year service quality plan (pursuant to 47 CFR § 54.202(a)) and, for privately held carriers, ensuring compliance with the financial reporting requirements set forth in 47 CFR § 54.313(f)(2). I further certify that the information reported on this form and in the documents attached below is accurate.

Progress Report on 5 Year Plan

	Name of Attached Document Listing Required Information	
(3010) Milestone Certification (47 CFR § 54.313(f)(1)(i)) Please check this box to confirm that the attached PDF, on line 3012, contains the required information pursuant to § 54.313 (f)(1)(ii), as a recipient of CAF Phase II support shall provide the number, names, and addresses of community anchor institutions to which began providing access to broadband service in the preceding calendar year.		<input type="checkbox"/>
(3011) Community Anchor Institutions (47 CFR § 54.313(f)(1)(iii)) Is your company a Privately Held ROR Carrier (47 CFR § 54.313(f)(2)) If yes, does your company file the RUS annual report Please check these boxes to confirm that the attached PDF, on line 3017, contains the required information pursuant to § 54.313(f)(2) compliance requires: Electronic copy of their annual RUS reports (Operating Report for Telecommunications Borrowers)		<input checked="" type="checkbox"/> (Yes/No) <input checked="" type="checkbox"/> (Yes/No)
(3015) PDF of Balance Sheet, Income Statement and Statement of Cash Flows If the response is yes on line 3014, attach your company's RUS annual report and all required documentation If the response is no on line 3014, Is your company audited? If the response is yes on line 3018, please check the boxes below to confirm your submission, on line 3026 pursuant to § 54.313(f)(2), contains: Either a copy of their audited financial statement; or (2) a financial report in a format comparable to RUS Operating Report for Telecommunications PDF of Balance Sheet, Income Statement and Statement of Cash Flows		<input checked="" type="checkbox"/> (Yes/No) <input checked="" type="checkbox"/> (Yes/No) 340976113017 <input type="checkbox"/> (Yes/No)
(3019) Management letter issued by the independent certified public accountant that performed the company's financial audit. If the response is no on line 3018, please check the boxes below to confirm your submission, on line 3026 pursuant to § 54.313(f)(2), contains: Copy of their financial statement which has been subject to review by an independent certified public accountant; or 2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers.		<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
(3022) Underlying information subjected to a review by an independent certified public accountant Underlying information subjected to an officer certification.		<input type="checkbox"/> <input type="checkbox"/>
(3023) PDF of Balance Sheet, Income Statement and Statement of Cash Flows Attach the worksheet listing required information		<input type="checkbox"/> <input type="checkbox"/>
(3025) Name of Attached Document Listing Required Information		

**Certification - Reporting Carrier
Data Collection Form**

 FCC Form 481
 OMB Control No. 3060-0986/OMB Control No. 3060-0819
 July 2013

<010>	Study Area Code	340976
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<030>	Contact Name - Person USAC should contact regarding this data	Robert Hutter
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<039>	Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net

TO BE COMPLETED BY THE REPORTING CARRIER, IF THE REPORTING CARRIER IS FILING ANNUAL REPORTING ON ITS OWN BEHALF:

Certification of Officer as to the Accuracy of the Data Reported for the Annual Reporting for CAF or LI Recipients	
I certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual reporting requirements for universal service support recipients; and, to the best of my knowledge, the information reported on this form and in any attachments is accurate.	
Name of Reporting Carrier:	ADAMS TEL COOP
Signature of Authorized Officer:	CERTIFIED ONLINE
Printed name of Authorized Officer:	JAMES BROEMMER JR
Title or position of Authorized Officer:	CHIEF EXECUTIVE OFFICER
Telephone number of Authorized Officer:	217-696-4411
Study Area Code of Reporting Carrier:	340976
Filing Due Date for this form:	10/15/2013
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

**Certification - Agent / Carrier
Data Collection Form**

 FCC Form 481
 OMB Control No. 3060-0986/OMB Control No. 3060-0819
 July 2013

<010>	Study Area Code	340976
<015>	Study Area Name	ADAMS TEL COOP
<020>	Program Year	2014
<030>	Contact Name - Person USAC should contact regarding this data	Robert Hutter
<035>	Contact Telephone Number - Number of person identified in data line <030>	217-696-4411
<039>	Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net

TO BE COMPLETED BY THE REPORTING CARRIER, IF AN AGENT IS FILING ANNUAL REPORTS ON THE CARRIER'S BEHALF:

Certification of Officer to Authorize an Agent to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I certify that (Name of Agent) _____ is authorized to submit the information reported on behalf of the reporting carrier. I also certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual data reporting requirements provided to the authorized agent; and, to the best of my knowledge, the reports and data provided to the authorized agent is accurate.	
Name of Authorized Agent: _____	
Name of Reporting Carrier: _____	
Signature of Authorized Officer: _____	
Printed name of Authorized Officer: _____ Date: _____	
Title or position of Authorized Officer: _____	
Telephone number of Authorized Officer: _____	
Study Area Code of Reporting Carrier: _____ Filing Due Date for this form: _____	
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

TO BE COMPLETED BY THE AUTHORIZED AGENT:

Certification of Agent Authorized to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I, as agent for the reporting carrier, certify that I am authorized to submit the annual reports for universal service support recipients on behalf of the reporting carrier; I have provided the data reported herein based on data provided by the reporting carrier; and, to the best of my knowledge, the information reported herein is accurate.	
Name of Reporting Carrier: _____	
Name of Authorized Agent or Employee of Agent: _____	
Signature of Authorized Agent or Employee of Agent: _____	
Printed name of Authorized Agent or Employee of Agent: _____ Date: _____	
Title or position of Authorized Agent or Employee of Agent: _____	
Telephone number of Authorized Agent or Employee of Agent: _____	
Study Area Code of Reporting Carrier: _____ Filing Due Date for this form: _____	
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

Attachments

FCC Form 481
OMB Control No. 3060-0985/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	340976
<015>	Study Area Name	ADAMS TEL COOP
<020>	Program Year	2014
<030>	Contact Name - Person USAC should contact regarding this data	Robert Hutter
<035>	Contact Telephone Number - Number of person identified in data line <030>	217-696-4411
<039>	Contact Email Address - Email Address of person identified in data line <030>	roberthutter@adams.net
<810>	Reporting Carrier	Adams Telephone Co-Operative
<811>	Holding Company	Adams Telephone Co-Operative
<812>	Operating Company	Adams Telephone Co-Operative

[illegible]

Adams Telephone Co-Operative demonstration of complying with applicable service quality standards and consumer protection rules:

In establishing this certification in its *2005 ETC Order*,¹ the FCC found that an ETC must make “a specific commitment to objective measures to protect consumers.”² The Commission found that for wireless ETCs, compliance with CTIA’s Consumer Code for Wireless Service would satisfy this requirement” and that the sufficiency of other commitments would be considered on a case-by-case basis.³ In this context, the FCC stated, “to the extent a wireline or wireless ETC applicant is subject to consumer protection obligations under state law, compliance with such laws may meet our requirement.”⁴

Adams Telephone Co-Operative (“Company”) hereby certifies that it is complying with applicable service quality standards and consumer protection rules. The Company is subject to consumer protection obligations under the Illinois Administrative Code (IAC), Title 83: Public Utilities, Chapter I: Illinois Commerce Commission, Subchapter f: Telephone Utilities. These obligations include, but are not limited to, the following: adherence to Illinois state consumer protection requirements governing telephone providers which include Quality of Service rules as identified in IAC Part 730 and 732, and Compliance with Anti-Slamming and Anti-Cramming Procedures as

¹ *Federal-State Joint Board on Universal Service*, CC Docket No. 96-45, Report and Order, FCC 05-46 (rel. Mar. 17, 2005) (“*2005 ETC Order*”).

² *Id.* at para. 28.

³ *Id.* The FCC noted that under the CTIA Consumer Code, wireless carriers agree to: “(1) disclose rates and terms of service to customers; (2) make available maps showing where service is generally available; (3) provide contract terms to customers and confirm changes in service; (4) allow a trial period for new service; (5) provide specific disclosures in advertising; (6) separately identify carrier charges from taxes on billing statements; (7) provide customers the right to terminate service for changes to contract terms; (8) provide ready access to customer service; (9) promptly respond to consumer inquiries and complaints received from government agencies; and (10) abide by policies for protection of consumer privacy.” *Id.* at n. 71.

⁴ *Id.* at n. 72.

adopted in Illinois Public Act 90-610 and 97-0822, (3) truth-in-billing requirements pursuant to federal rule and IAC 735.70; and (4) CPNI, Red Flag Rules and other applicable federal and state requirements governing the protection of customers' privacy.

Adams Telephone Co-Operative demonstration of ability to function in emergency situations:

Adams Telephone Co-Operative ("Company") hereby certifies that it is able to function in emergency situations as set forth in the Code of Federal Regulations, Title 47, Part 54, Subpart C, §54.202(a)(2)¹ and Title 83, Chapter I, Sub-Chapter f, Section 730.325 of the Illinois Administrative Code. The Company's network is designed to remain functional in emergency situations without an external power source, is able to reroute traffic around damaged facilities, and is capable of managing traffic spikes resulting from emergency situations as required by Section 54.202(a)(2). The Company can change call routing translations as needed to reroute traffic around damaged facilities. Changing call routing translations will also allow the Company to manage traffic spikes throughout its network, as emergency situations require.

Specifically, each central office building is supplied with standby generators and battery back-up that enable the central office to keep running until power is restored so long as fuel is available, or until system changes are made to reroute traffic. In accordance, and compliance, with Title 83, Chapter I, Sub-Chapter f, Section 730.325 (b), all switching offices or equivalent with installed emergency power generating equipment have a minimum of three (3) hours battery capacity; switching offices or equivalent without installed emergency power generating equipment have a minimum battery capacity of five (5) hours.

¹ Section 54.202(a)(2) requires ETCs that are designated by the Commission to "demonstrate its ability to remain functional in emergency situations, including a demonstration that it has a reasonable amount of back-up power to ensure functionality without an external power source, is able to reroute traffic around damaged facilities, and is capable of managing traffic spikes resulting from emergency situations."



Lifeline and Link Up Assistance Programs

Adams Telephone Co-Operative is a quality telecommunications services provider who provides basic and enhanced services at reasonable rates within its service territory. Basic services are offered at the following rates:

	<u>Monthly Service Charge</u>
Single Party Residence Service	\$22.39
Single Party Business Service	\$22.39
Federal Subscriber Line Charge-Single Line	\$ 6.50
Directory Assistance	65¢
Touch Tone Service - provided as part of local service rate	
Toll Blocking - available at no charge for low income customers that qualify	
Emergency 911 Service - charged according to government assessments	
Access to operator services and interexchange services available	

Low-income individuals eligible for Lifeline and Link-Up telephone assistance programs may be eligible for discounts from these basic local service charges through state specified telephone assistance plans. Lifeline is a government assistance program and is non-transferrable. Only eligible consumers may enroll in the program, and the program is limited to one discount per household.

Basic services are offered to all consumers in the Adams Telephone Co-Operative service territories at the rates, terms and conditions specified in the Cooperative's assessments. If you have any questions regarding Adams Telephone Co-Operative services, please call Adams at 217-696-4411 or visit the business office at 405 Emminga Road, Golden, Illinois.

Lifeline and Link Up Assistance

Lifeline and Link Up are government programs that make telephone service more affordable for eligible, low-income households.

What is Lifeline?

Lifeline is a federal program that provides a monthly \$9.25 discount on telephone service to eligible households. If the eligible consumer voluntarily elects toll-blocking while initiating Lifeline service, a deposit is not required.

What is Link Up?

Link Up is a state program that helps pay the installation charge for telephone service.

Who is eligible?

To be eligible for the program, you, your dependent, or your household must participate in one of the following programs:

- Medicaid or Medical Assistance Program
- Supplemental Nutrition Assistance Program (SNAP), formerly Food Stamps
- Temporary Assistance to Needy Families (TANF)
- Supplemental Security Income (SSI)

- Federal Public Housing Assistance or Section 8
- Low Income Home Energy Assistance Program (LIHEAP)
- National School Lunch Free Lunch Program

Customers may also qualify for Lifeline if their total household income does not exceed 135% of the Federal Poverty Guidelines.

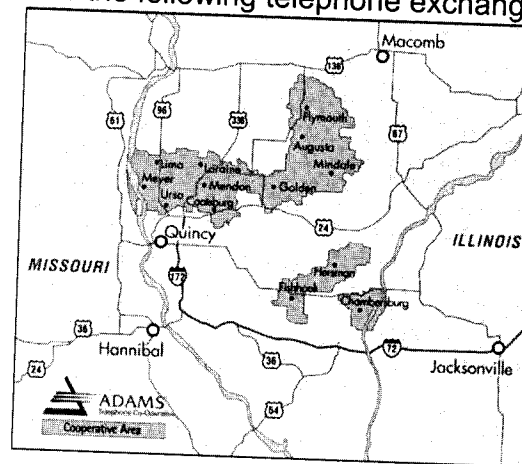
Are there restrictions?

The Lifeline and Link Up programs are limited to one benefit per household. Lifeline is non-transferable. Subscribers willfully making false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program.

What is the service territory of Adams Telephone Co-Operative?

Lifeline and Link Up programs are available to eligible customers in the service territory of Adams Telephone Co-Operative, which covers the following telephone exchanges:

Augusta	(217) 392-xxxx
Chambersburg	(217) 327-xxxx
Coatsburg/Paloma	(217) 455-xxxx
Fishhook	(217) 338-xxxx
Golden/LaPrairie	(217) 696-xxxx
Hersman	(217) 289-xxxx
Lima	(217) 985-xxxx
Loraine	(217) 938-xxxx
Mendon	(217) 936-xxxx
Meyer	(217) 647-xxxx
Mindale	(217) 667-xxxx
Plymouth	(309) 458-xxxx
Ursa	(217) 964-xxxx



How can I apply for the Lifeline and/or Link Up Programs?

To enroll in Lifeline, please call Adams Telephone Co-Operative at 217-696-4411 or visit the business office at 405 Emminga Road, Golden, Illinois.

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0031. The time required to complete this information collection is estimated to average 4 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.

BORROWER NAME

Adams Telephone Co-operative

(Prepared with Audited Data)

INSTRUCTIONS-Submit report to RUS within 30 days after close of the period.
For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.

PERIOD ENDING

December, 2012

BORROWER DESIGNATION

IL0518

CERTIFICATION

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES.

DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII
(Check one of the following)

☒ All of the obligations under the RUS loan documents have been fulfilled in all material respects.

☐ There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report

James Broemmer

3/26/2013

DATE

PART A. BALANCE SHEET

ASSETS	BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE PRIOR YEAR	BALANCE END OF PERIOD
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents	3,615,539	6,464,412	25. Accounts Payable	1,464,388	1,488,670
2. Cash-RUS Construction Fund	123	500	26. Notes Payable		
3. Affiliates:			27. Advance Billings and Payments		
a. Telecom, Accounts Receivable			28. Customer Deposits	106,819	80,494
b. Other Accounts Receivable	1,508,241	742,768	29. Current Mat. L/T Debt	262,500	458,294
c. Notes Receivable	298,266	252,245	30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current Mat.-Capital Leases		
a. Telecom, Accounts Receivable	309,330	180,532	32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued	27,263	59,056
c. Notes Receivable			34. Other Current Liabilities	734,285	705,164
5. Interest and Dividends Receivable	2,050	932	35. Total Current Liabilities (25 thru 34)	2,595,255	2,791,678
6. Material-Regulated	1,267,245	1,215,202	LONG-TERM DEBT		
7. Material-Nonregulated			36. Funded Debt-RUS Notes	7,020,523	10,166,170
8. Prepayments	96,732	121,891	37. Funded Debt-RTB Notes		
9. Other Current Assets			38. Funded Debt-FFB Notes		
10. Total Current Assets (1 Thru 9)	7,097,526	8,978,482	39. Funded Debt-Other	65,625	0
NONCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
11. Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development			42. Reacquired Debt		
b. Nonrural Development	13,998,949	9,285,402	43. Obligations Under Capital Lease		
12. Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development	15,000	15,000	45. Other Long-Term Debt		
b. Nonrural Development			46. Total Long-Term Debt (36 thru 45)	7,086,148	10,166,170
13. Nonregulated Investments	6,000	6,000	OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets	143,033	128,224	47. Other Long-Term Liabilities		
15. Deferred Charges			48. Other Deferred Credits	181,060	168,996
16. Jurisdictional Differences			49. Other Jurisdictional Differences		
17. Total Noncurrent Assets (11 thru 16)	14,162,982	9,434,626	50. Total Other Liabilities and Deferred Credits (47 thru 49)	181,060	168,996
PLANT, PROPERTY, AND EQUIPMENT			EQUITY		
18. Telecom, Plant-in-Service	29,575,899	33,762,920	51. Cap. Stock Outstand. & Subscribed		
19. Property Held for Future Use			52. Additional Paid-in-Capital		
20. Plant Under Construction	2,189,634	199,757	53. Treasury Stock		
21. Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
22. Less Accumulated Depreciation	17,837,000	18,562,409	55. Other Capital		
23. Net Plant (18 thru 21 less 22)	13,928,533	15,400,268	56. Patronage Capital Credits	20,802,629	20,876,130
24. TOTAL ASSETS (10+17+23)	35,189,041	33,813,376	57. Retained Earnings or Margins	4,523,949	(189,598)
			58. Total Equity (51 thru 57)	25,326,578	20,686,532
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	35,189,041	33,813,376

Total Equity = 61.18% % of Total Assets

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

1L0518

PERIOD ENDING

December, 2012

INSTRUCTIONS- See RUS Bulletin 1744-2

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues		
2. Network Access Services Revenues	1,200,256	1,140,271
3. Long Distance Network Services Revenues	4,346,595	4,027,058
4. Carrier Billing and Collection Revenues	374	0
5. Miscellaneous Revenues		
6. Uncollectible Revenues	210,547	221,919
7. Net Operating Revenues (1 thru 5 less 6)	806	(1,952)
8. Plant Specific Operations Expense	5,756,966	5,391,200
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	1,789,527	1,715,792
10. Depreciation Expense	286,087	253,803
11. Amortization Expense	1,183,154	1,222,882
12. Customer Operations Expense		
13. Corporate Operations Expense	930,253	766,613
14. Total Operating Expenses (8 thru 13)	1,202,970	1,193,434
15. Operating Income or Margins (7 less 14)	5,391,991	5,152,524
16. Other Operating Income and Expenses	364,975	238,676
17. State and Local Taxes		
18. Federal Income Taxes		678
19. Other Taxes		1,450
20. Total Operating Taxes (17+18+19)	39,842	40,445
21. Net Operating Income or Margins (15+16-20)	39,842	42,573
22. Interest on Funded Debt	325,133	196,103
23. Interest Expense - Capital Leases	252,122	349,701
24. Other Interest Expense		
25. Allowance for Funds Used During Construction	128	10
26. Total Fixed Charges (22+23+24-25)	15,864	6,872
27. Nonoperating Net Income	236,386	342,839
28. Extraordinary Items	(70,870)	(4,662,218)
29. Jurisdictional Differences		
30. Nonregulated Net Income		
31. Total Net Income or Margins (21+27+28+29+30-26)	103,959	223,840
32. Total Taxes Based on Income	121,836	(4,585,114)
33. Retained Earnings or Margins Beginning-of-Year		
34. Miscellaneous Credits Year-to-Date	4,750,356	4,523,949
35. Dividends Declared (Common)	58,064	
36. Dividends Declared (Preferred)		
37. Other Debits Year-to-Date		
38. Transfers to Patronage Capital		
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]	406,307	128,433
40. Patronage Capital Beginning-of-Year	4,523,949	(189,598)
41. Transfers to Patronage Capital	20,492,402	20,802,629
42. Patronage Capital Credits Retired	406,307	128,433
43. Patronage Capital End-of-Year (40+41-42)	96,080	54,932
44. Annual Debt Service Payments	20,802,629	20,876,130
45. Cash Ratio [(14+20-10-11) / 7]	514,622	676,385
46. Operating Accrual Ratio [(14+20+26) / 7]	0.7380	0.7368
47. TIER [(31+26) / 26]	0.9846	1.0272
48. DSCR [(31+26+10+11) / 44]	1.5154	-12.3740
	2.9952	-4.4640

USDA-RUS		BORROWER DESIGNATION	
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		IL0518	
INSTRUCTIONS – See help in the online application.		PERIOD ENDED	
		December, 2012	
PART I – STATEMENT OF CASH FLOWS			
1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)		3,615,662	
CASH FLOWS FROM OPERATING ACTIVITIES			
2. Net Income		(4,585,114)	
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities			
3. Add: Depreciation		1,222,882	
4. Add: Amortization		0	
5. Other (Explain) Noncash loss on investment in subsidiary		4,713,547	
Changes in Operating Assets and Liabilities			
6. Decrease/(Increase) in Accounts Receivable		894,271	
7. Decrease/(Increase) in Materials and Inventory		52,043	
8. Decrease/(Increase) in Prepayments and Deferred Charges		(25,159)	
9. Decrease/(Increase) in Other Current Assets		0	
10. Increase/(Decrease) in Accounts Payable		24,282	
11. Increase/(Decrease) in Advance Billings & Payments		0	
12. Increase/(Decrease) in Other Current Liabilities		(29,121)	
13. Net Cash Provided/(Used) by Operations		2,267,631	
CASH FLOWS FROM FINANCING ACTIVITIES			
14. Decrease/(Increase) in Notes Receivable		46,021	
15. Increase/(Decrease) in Notes Payable		0	
16. Increase/(Decrease) in Customer Deposits		(26,325)	
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)		3,275,816	
18. Increase/(Decrease) in Other Liabilities & Deferred Credits		(12,064)	
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital		0	
20. Less: Payment of Dividends		0	
21. Less: Patronage Capital Credits Retired		(54,932)	
22. Other (Explain)			
23. Net Cash Provided/(Used) by Financing Activities		3,228,516	
CASH FLOWS FROM INVESTING ACTIVITIES			
24. Net Capital Expenditures (Property, Plant & Equipment)		(2,197,144)	
25. Other Long-Term Investments		4,713,547	
26. Other Noncurrent Assets & Jurisdictional Differences		14,809	
27. Other (Explain) Noncash activity from reduced value of subsidiary and PP&E retirements		(5,178,109)	
28. Net Cash Provided/(Used) by Investing Activities		(2,646,897)	
29. Net Increase/(Decrease) in Cash		2,849,250	
30. Ending Cash		6,464,912	

Revision Date 2010

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0031. The time required to complete this information collection is estimated to average 4 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.

BORROWER NAME

Adams Telephone Co-operative

(Prepared with Audited Data)

INSTRUCTIONS-Submit report to RUS within 30 days after close of the period.
For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.

PERIOD ENDING
December, 2011

BORROWER DESIGNATION
IL0518

CERTIFICATION

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES.

DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII
(Check one of the following)

☒ All of the obligations under the RUS loan documents have been fulfilled in all material respects.

☐ There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report

James Broemmer

3/26/2012

DATE

PART A. BALANCE SHEET

ASSETS	BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE PRIOR YEAR	BALANCE END OF PERIOD
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents	4,526,353	3,615,539	25. Accounts Payable	1,570,868	1,464,388
2. Cash-RUS Construction Fund	1,644,880	123	26. Notes Payable		
3. Affiliates:			27. Advance Billings and Payments		
a. Telecom, Accounts Receivable			28. Customer Deposits	84,633	106,819
b. Other Accounts Receivable	1,017,463	1,508,241	29. Current Mat. L/T Debt	262,500	262,500
c. Notes Receivable	342,486	298,266	30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current Mat.-Capital Leases		
a. Telecom, Accounts Receivable	259,896	309,330	32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued	70,103	27,263
c. Notes Receivable			34. Other Current Liabilities	714,276	734,285
5. Interest and Dividends Receivable	4,590	2,050	35. Total Current Liabilities (25 thru 34)	2,702,380	2,595,255
6. Material-Regulated	739,551	1,267,245	LONG-TERM DEBT		
7. Material-Nonregulated			36. Funded Debt-RUS Notes	4,158,990	7,020,523
8. Prepayments	72,867	96,732	37. Funded Debt-RTB Notes		
9. Other Current Assets			38. Funded Debt-FFB Notes		
10. Total Current Assets (1 Thru 9)	8,608,086	7,097,526	39. Funded Debt-Other	328,125	65,625
NONCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
11. Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development			42. Recquired Debt		
b. Nonrural Development	14,138,840	13,998,949	43. Obligations Under Capital Lease		
12. Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development	15,000	15,000	45. Other Long-Term Debt		
b. Nonrural Development			46. Total Long-Term Debt (36 thru 45)	4,487,115	7,086,148
13. Nonregulated Investments	6,000	6,000	OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets	69,392	143,033	47. Other Long-Term Liabilities		
15. Deferred Charges			48. Other Deferred Credits	194,521	181,060
16. Jurisdictional Differences			49. Other Jurisdictional Differences		
17. Total Noncurrent Assets (11 thru 16)	14,229,232	14,162,982	50. Total Other Liabilities and Deferred Credits (47 thru 49)	194,521	181,060
PLANT, PROPERTY, AND EQUIPMENT			EQUITY		
18. Telecom, Plant-in-Service	26,143,697	29,575,899	51. Cap. Stock Outstand. & Subscribed		
19. Property Held for Future Use			52. Additional Paid-in-Capital		
20. Plant Under Construction	327,467	2,189,634	53. Treasury Stock		
21. Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
22. Less Accumulated Depreciation	16,681,708	17,837,000	55. Other Capital		
23. Net Plant (18 thru 21 less 22)	9,789,456	13,928,533	56. Patronage Capital Credits	20,492,402	20,802,629
24. TOTAL ASSETS (10+17+23)	32,626,774	35,189,041	57. Retained Earnings or Margins	4,750,356	4,523,949
			58. Total Equity (51 thru 57)	25,242,758	25,326,578
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	32,626,774	35,189,041

Total Equity = 71.97% % of Total Assets

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

IL0518

PERIOD ENDING

December, 2011

INSTRUCTIONS- See RUS Bulletin 1744-2

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues		
2. Network Access Services Revenues	1,254,367	1,200,256
3. Long Distance Network Services Revenues	4,323,304	4,346,595
4. Carrier Billing and Collection Revenues	2,726	374
5. Miscellaneous Revenues		
6. Uncollectible Revenues	187,760	210,547
7. Net Operating Revenues (1 thru 5 less 6)	(7,531)	806
8. Plant Specific Operations Expense	5,775,688	5,756,966
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	1,663,556	1,789,527
10. Depreciation Expense	292,702	286,087
11. Amortization Expense	1,116,935	1,183,154
12. Customer Operations Expense		
13. Corporate Operations Expense	990,243	930,253
14. Total Operating Expenses (8 thru 13)	1,222,334	1,202,970
15. Operating Income or Margins (7 less 14)	5,285,770	5,391,991
16. Other Operating Income and Expenses	489,918	364,975
17. State and Local Taxes		
18. Federal Income Taxes		
19. Other Taxes		
20. Total Operating Taxes (17+18+19)	34,573	39,842
21. Net Operating Income or Margins (15+16-20)	34,573	39,842
22. Interest on Funded Debt	455,345	325,133
23. Interest Expense - Capital Leases	54,688	252,122
24. Other Interest Expense		
25. Allowance for Funds Used During Construction	128	128
26. Total Fixed Charges (22+23+24-25)	6,546	15,864
27. Nonoperating Net Income	48,270	236,386
28. Extraordinary Items	211,488	(70,870)
29. Jurisdictional Differences		
30. Nonregulated Net Income		
31. Total Net Income or Margins (21+27+28+29+30-26)	119,668	103,959
32. Total Taxes Based on Income	738,231	121,836
33. Retained Earnings or Margins Beginning-of-Year		
34. Miscellaneous Credits Year-to-Date	4,515,823	4,750,356
35. Dividends Declared (Common)	78	58,064
36. Dividends Declared (Preferred)		
37. Other Debits Year-to-Date		
38. Transfers to Patronage Capital		
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]	503,776	406,307
40. Patronage Capital Beginning-of-Year	4,750,356	4,523,949
41. Transfers to Patronage Capital	20,031,821	20,492,402
42. Patronage Capital Credits Retired	503,776	406,307
43. Patronage Capital End-of-Year (40+41-42)	43,195	96,080
44. Annual Debt Service Payments	20,492,402	20,802,629
45. Cash Ratio [(14+20-10-11) / 7]	317,188	514,622
46. Operating Accrual Ratio [(14+20+26) / 7]	0.7278	0.7380
47. TIER [(31+26) / 26]	0.9295	0.9846
48. DSCR [(31+26+10+11) / 44]	16.2938	1.5154
	6.0010	2.9952

USDA-RUS		BORROWER DESIGNATION	
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		IL0518	
INSTRUCTIONS – See help in the online application.		PERIOD ENDED December, 2011	
PART I – STATEMENT OF CASH FLOWS			
1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)		6,171,233	
CASH FLOWS FROM OPERATING ACTIVITIES			
2. Net Income		121,836	
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities			
3. Add: Depreciation			
4. Add: Amortization		1,183,154	
5. Other (Explain)		0	
Changes in Operating Assets and Liabilities			
6. Decrease/(Increase) in Accounts Receivable			
7. Decrease/(Increase) in Materials and Inventory		(540,212)	
8. Decrease/(Increase) in Prepayments and Deferred Charges		(527,694)	
9. Decrease/(Increase) in Other Current Assets		(23,865)	
10. Increase/(Decrease) in Accounts Payable		0	
11. Increase/(Decrease) in Advance Billings & Payments		(106,480)	
12. Increase/(Decrease) in Other Current Liabilities		0	
13. Net Cash Provided/(Used) by Operations		20,009	
CASH FLOWS FROM FINANCING ACTIVITIES		126,748	
14. Decrease/(Increase) in Notes Receivable			
15. Increase/(Decrease) in Notes Payable		44,220	
16. Increase/(Decrease) in Customer Deposits		0	
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)		22,186	
18. Increase/(Decrease) in Other Liabilities & Deferred Credits		2,599,033	
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital		(13,461)	
20. Less: Payment of Dividends		0	
21. Less: Patronage Capital Credits Retired		0	
22. Other (Explain)		(96,080)	
23. Net Cash Provided/(Used) by Financing Activities		2,555,898	
CASH FLOWS FROM INVESTING ACTIVITIES			
24. Net Capital Expenditures (Property, Plant & Equipment)		(5,294,369)	
25. Other Long-Term Investments		139,891	
26. Other Noncurrent Assets & Jurisdictional Differences		(73,641)	
27. Other (Explain) Retirements leading to understatement line 24		(10,098)	
28. Net Cash Provided/(Used) by Investing Activities		(5,238,217)	
29. Net Increase/(Decrease) in Cash		(2,555,571)	
30. Ending Cash		3,615,662	

Revision Date 2010